

Program Memorandum Intermediaries

Department of Health and
Human Services (DHHS)
HEALTH CARE FINANCING
ADMINISTRATION (HCFA)

Transmittal A-00-85

Date: NOVEMBER 14, 2000

CHANGE REQUEST 1394

SUBJECT: The Report of Benefit Savings (RBS)

This Program Memorandum (PM) is to advise you of the change in conversion factors for FY 2001. Fiscal intermediaries utilize conversion factors to determine Medicare Part A workload savings, in order to accommodate changes in home health and skilled nursing facility rates. We will update Chapter 7 of the Program Integrity Manual to contain the FY 2001 conversion factors, and a list of medical review codes and categories. **Type year as 1989 to enter the FY 2001 data.**

Conversion Factors for FY 2001

<u>Code</u>	<u>Category</u>	<u>Conversion Factor</u>
1	Hospital PPS	100%
2	Hospital Non-PPS	78.63%
3	Hospital Outpatient	78.72%
4	Hospital Ancillary Charge	62.91%
5	SNF Days Non PPS	\$266.00
6	SNF Outpatient Charges	72%
7	SNF Ancillary Charges	80%
8	ESRD	80%
9	Outpatient PT/Rehab	80%
10	CORF	80%
11	Rural Health Center	80%
12	Other Part B	80%
13	Program Integrity Savings	100%
14	Open Biopsy	\$3,000 per review
15	All Audits	100%
16	SNF PPS & SNF PPS Demand Days	\$266.00
17	SNF Non-PPS Demand Days	\$266.00
18	HHA Skilled Nursing Visit	\$ 95.79
19	HHA Speech Therapy Visit	\$113.81
20	HHA Physical Therapy Visit	\$104.74
21	HHA Aide Visit	\$ 43.37
22	HHA Occupational Therapy	\$105.44
23	HHA Medical Social Services Visit	\$153.55
24	HHA DME/Supplies	80%
25	Outpatient HHA (Part B)	80%
26	Hospice	80%
27	CCR Skilled Nursing Visit	\$ 95.79
28	CCR Speech Therapy Visit	\$113.81
29	CCR Physical Therapy Visit	\$104.74
30	CCR Aide Visit	\$ 43.37
31	CCR Occupational Therapy Visit	\$105.44
32	CCR Medical Social Services Visit	\$153.55

Use conversion factors to convert charges to costs.

Changes will be made to conversion factors for FY 2001 in the RBS system at HCFA Central Office. The changes are based on the *Federal Register* publication dated July 3, 2000. No changes to standard systems are required. A table of conversion factors for FY 2001 is available in the PM.

The *effective date* for this PM is October 1, 2000.

The *implementation date* for this PM is January 1, 2001.

These instructions should be implemented within your current operating budget.

This PM may be discarded September 30, 2001.

If you have questions, contact Sandra Latimer, OFM/PIG/DPIO/CMB, slatimer@hcfa.gov.